

Message Text

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71

ACTION ARA-20

INFO OCT-01 ISO-00 SCEM-02 AEC-11 SCI-06 INT-08 AID-20

CIAE-00 COME-00 EB-11 FRB-02 INR-10 NSAE-00 RSC-01

TRSE-00 XMB-07 OPIC-12 SPC-03 CIEP-02 LAB-06 SIL-01

OMB-01 DODE-00 PM-07 H-03 L-03 NSC-10 PA-04 PRS-01

SS-20 USIA-15 ACDA-19 IO-14 DRC-01 /221 W

----- 070577

R 081658Z NOV 73

FM AMEMBASSY CARACAS

TO SECSTATE WASHDC 1718

INFO AMEMBASSY BOGOTA

AMEMBASSY BRASILIA

AMEMBASSY LA PAZ

AMEMBASSY LIMA

AMEMBASSY QUITO

AMEMBASSY SANTIAGO

LIMITED OFFICIAL USE CARACAS 9500

E.O. 11652: N/A

TAGS: EFIN VE ERG

SUBJ: GOVERNMENT FINANCES - INCREASED OIL REVENUE

REF: CARACAS 9292, CARACAS 9205

1. CORDIPLAN (NATIONAL PLANNING OFFICE) DIRECTOR GENERAL LANTONIO LOPEZ ACOSTA ANNOUNCED TO PRESS NOVEMBER 7 THAT GOVERNMENT INTENDS TO USE INCREASED OIL REVENUES (REPORTED REFTELS) OVER NEXT FIVE YEARS TO DEVELOP BASIC INDUSTRY OF COUNTRY. AMONG PROJECTS TO BE INCLUDED IN THIS INVESTMENT ARE CARACAS METRO (SUBWAY), NATIONAL TANKER FLEET, LNG PLANT, NATIONAL STEELWORKS, PETROCHEMICAL INDUSTRY, ELECTRIFICATION PROGRAMS, LOW INCOME HOUSING, AND AGRICULTURE. LOPEZ ACOSTA ESTIMATED BS 100 INVESTMENT WILL BE REQUIRED OVER NEXT FIVE

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YEARS OF WHICH 60 PERCENT WILL COME FROM PUBLIC SECTOR AND

FORTY PERCENT PRIVATE SECTOR.

2. APPROPRIATIONS FOR ABOVE STATED PROJECTS OF COURSE
WILL REQUIRE CONGRESSIONAL APPROVAL FROM NEWLY ELECTED
GOVERNMENT IN DECEMBER. OMITTED FROM ANNOUNCEMENT IS
FACT THAT GOVERNMENT ALREADY HAS BEEN HEAVILY SUBSIDIZING
BASIC AGRICULTURAL IMPORTS AS MEANS KEEPING DOWN COST OF
LIVING.

3. OF PARTICULAR RELEVANCE TO VENEZUELA'S INTERNATIONAL
RELATIONS IS FACT THAT THIS NEW REVENUE WILL NOT BE
USED FOR ARMAMENTS.
MCCLINTOCK

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PRESS COMMENTS, ECONOMIC DEVELOPMENT, REVENUE DATA, PETROLEUM RESERVES
Control Number: n/a
Copy: SINGLE
Draft Date: 08 NOV 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: garlanwa
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973CARACA09500
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: CARACAS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19731147/aaaabiql.tel
Line Count: 74
Locator: TEXT ON-LINE
Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: CARACAS 9292, CARACAS 9205
Review Action: RELEASED, APPROVED
Review Authority: garlanwa
Review Comment: n/a
Review Content Flags:
Review Date: 16 JAN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <16-Jan-2002 by thigpegh>; APPROVED <05 MAR 2002 by garlanwa>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
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Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
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Status: NATIVE
Subject: GOVERNMENT FINANCES - INCREASED OIL REVENUE
TAGS: EFIN, ENRG, VE
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005